

DAILY MARKETS OVERVIEW

28 NOVEMBER 2018

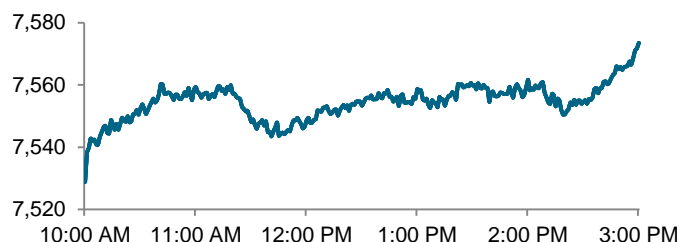
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,573	0.6	-0.4	4.8	16.3
Saudi (NOMU)	2,355	-1.7	-3.5	-25.0	7.9
Energy	4,852	2.1	0.7	13.4	18.4
Materials	5,278	0.8	-0.9	4.4	16.4
Capital Goods	3,940	1.7	1.1	-9.2	22.0
Com. & Prof. Svc	4,264	0.0	-2.3	1.4	18.1
Transportation	3,556	1.5	1.3	-11.4	21.0
Cons. Durables & Apparel	3,614	0.8	-1.5	-12.7	NA
Consumer Services	3,008	0.1	-0.3	-18.4	NA
Media	11,182	5.6	1.1	44.5	NA
Retailing	6,695	1.0	0.5	18.9	31.3
Food & Staples Retailing	5,689	-0.2	-1.3	1.4	22.9
Food & Beverages	3,821	1.4	1.0	-22.0	NA
Health Care Equipment	3,639	1.5	0.5	-18.1	19.0
Pharma, Biotech & Life Science	3,918	2.9	2.9	-1.3	27.3
Banks	6,798	0.3	-0.4	23.6	12.2
Diversified Financials	3,329	0.3	0.0	-17.4	NA
Insurance	3,851	0.9	0.6	-18.5	NA
Telecommunication	4,840	0.3	-0.6	13.8	15.9
Utilities	3,259	0.4	0.0	-28.6	NA
REITs	3,587	0.0	0.2	-22.6	NA
Real Estate	3,233	0.5	-1.0	-31.2	23.2

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Ash-Sharqiyah Development Co.	50.80	10.0%	72.8
Saudi Cable Co.	37.05	9.9%	2.6
Saudi Industrial Export Co.	86.30	9.9%	56.3
Saudi Research and Marketing Group	91.50	6.0%	33.2
Abdullah A. M. Al-Khodari Sons Co.	7.34	5.3%	33.7

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Etihad Etisalat Co.	28-Nov-18
Leejam Sports Co.	9-Dec-18
Najran Cement Co.	10-Dec-18
Saudi Public Transport Co.	12-Dec-18
Saudi Enaya Cooperative Insurance Co.	12-Dec-18
National Agricultural Marketing Co.	16-Dec-18

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of November 28, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI ended 0.6% higher at 7,573 while NOMU closed 1.7% lower at 2,355 on Tuesday. TASI traded value totaled SAR 2.5bn and averaged SAR 3.0bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 36% of the daily traded value.
- Banks and Materials closed 0.3% and 0.8% higher, respectively. Telecom ended 0.3% higher. Media (up 5.6%) was the best performer. Among stocks, Ash-Sharqiyah Development Co. (6060/ASACO AB), Saudi Cable Co. (2110/SCACO AB), and Saudi Industrial Export Co. (4140/SIECO AB) led the gainers.
- The Minister of Transport revealed the merger between Saudi Railway Co. (SAR) and Saudi Railways Organization is expected to be finalized by 1Q19. (Source: Argaam)
- The Capital Market Authority (CMA) is set to give final approval on the planned merger of Saudi International Petrochemical Co. (2310/SIPCHEM AB) and Sahara Petrochemical Co. (2260/SPC AB) by the end of February 2019. (Source: Argaam)
- Yanbu Commercial Port set a new record by handling 1.24mn tonnes of various types of general cargo in 3Q18, an increase of 124% Y/Y, compared to 557,000 tonnes for the same period in 2017. (Source: Trade Arabia)
- Saudi Aramco's CEO stated the firm aims to bring its downstream business to the same prominence as its upstream business, as the company undergoes substantial expansions in refining, marketing, and lubes. (Source: Trade Arabia)
- Jarir Marketing Co. (4190/JARIR AB) opened a new showroom in the Al-Kharj governorate at a total cost of SAR 24mn (USD 6.4bn). The financial impact from the launch would be witnessed in 4Q18 results. (Source: Argaam)
- Saudi Basic Industries Corp.'s (2010/SABIC AB) CEO stated that the deal between SABIC and Saudi Arabia Fertilizers Co. (2020/SAFICO AB) to merge their agri-nutrient production assets aims to support ammonia and urea production, and achieve a competitive edge. (Source: Argaam)
- National Industrialization Co.'s (2060/NIC AB) CEO revealed the planned merger between Tronox and Cristal is expected to be complete by early 2019. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Bawan Co.	13.10	-2.2%	1.5
SEDCO Capital REIT Fund	7.25	-1.2%	0.7
Southern Province Cement Co.	37.30	-1.1%	1.6
Bupa Arabia for Cooperative Insurance	69.90	-1.0%	23.7
Leejam Sports Co.	52.80	-0.9%	13.8

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Alinma Bank	20.72	0.1%	263
Saudi Basic Industries Corp.	115.60	0.2%	242
Al Rajhi Bank	84.20	-0.2%	212
Saudi Kayan Petrochemical Co.	13.62	2.3%	102
Tihama Advertising & Public Relations Co.	46.90	2.6%	75

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,700	-1.0	-2.0	-19.9	9.1
Abu Dhabi (ADX)	4,960	-0.2	-0.5	12.8	13.5
Kuwait (KSE)	5,179	-0.1	-0.3	1.0	18.4
Qatar (QE)	10,356	0.0	0.3	21.5	15.3
Oman (MSM)	4,387	-0.1	-1.5	-14.0	10.3
Bahrain (BSE)	1,320	-0.5	-0.2	-0.9	8.9
DJMENA Index	551	0.2	-0.5	4.6	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,682	0.3	1.9	0.3	18.1
US (NASDAQ 100)	7,083	0.0	2.1	2.6	20.2
UK (FTSE 100)	7,017	-0.3	0.9	-8.7	15.9
Germany (DAX)	11,309	-0.4	1.0	-12.5	12.4
France (CAC 40)	4,983	-0.2	0.7	-6.2	15.4
Russia (MICEX)	2,339	1.3	-0.2	10.9	6.2
Japan (Nikkei)	21,952	0.6	1.4	-3.6	15.2
Hong Kong (HSI)	26,332	-0.2	1.6	-12.0	10.0
South Korea (KOSPI)	2,099	0.8	2.0	-14.9	10.0
China (SHCOMP)	2,575	0.0	-0.2	-22.1	12.0
India (NIFTY)	10,686	0.5	1.5	1.5	21.9
Brazil (IBOV)	87,891	2.7	1.9	15.0	NA
Turkey (BIST 100)	93,517	-0.5	0.6	-18.9	6.8
Egypt (EGX30)	13,214	1.3	-3.4	-12.0	12.4
MSCI Emerging Markets	980	0.4	1.1	-15.4	11.7
MSCI World	2,000	0.0	1.3	-4.9	16.3

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	60.2	0.1	2.4	-10.0	-5.7
Natural Gas (\$/mmbtu)	4.3	-1.1	-1.1	51.8	33.6
Gold (\$/oz)	1,215	-0.7	-0.7	-7.0	-4.8
Silver (\$/oz)	14.1	-0.9	-0.9	-17.1	-16.3
Platinum (\$/oz)	834	-1.1	-1.1	-10.4	-9.7
Copper (\$/t)	6,155	-1.1	-1.3	-14.6	-11.0
Zinc (\$/t)	2,514	-1.4	-3.8	-24.7	-21.7
Lead (\$/mt)	1,906	-0.7	-1.5	-23.6	-22.3
Wheat (\$/bu)	507	-1.5	-0.1	8.7	0.5
Corn (\$/bu)	369	0.1	-0.5	-4.0	-6.5
Sugar (\$/lb)	12.3	-1.1	-1.0	-18.9	-22.5

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.71	0.00	1.01	0.00
Saudi Arabia	2.83	0.00	0.93	0.12
UAE	2.81	-0.04	1.02	0.10
Kuwait	2.13	0.00	0.25	-0.58
Qatar	2.79	-0.03	0.14	0.08
Bahrain	3.75	0.00	1.03	1.04

Source: Reuters

NOTES: (1) Prices updated as of November 28, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended mixed on Tuesday. S&P 500 gained 0.3% while NASDAQ ended flat. Dow Jones Industrial ended 0.4% higher. In Europe, UK declined 0.3% while Germany and France closed 0.4% and 0.2% lower, respectively.
- Asian markets are trading in the green on Wednesday. China is up 0.8%. Japan and South Korea are trading 1.1% and 0.2% higher, respectively. Hong Kong is up 0.9% while India is trading 0.5% higher in the morning session.
- GCC markets ended mixed on Tuesday. Dubai and Abu Dhabi declined 1.0% and 0.2%, respectively. Kuwait closed 0.1% lower, while Qatar ended flat. Oman declined 0.1% while Bahrain ended 0.5% lower.
- According to the UAE's Central Bank, the assets of UAE conventional banks stood at AED 2.3tn (USD 617bn) at the end of October 2018, accounting for 80% of total banking assets in the country. (Source: Arabian Business)
- The UAE's Minister of Economy stated that UAE has adopted six initiatives to regulate e-commerce, promote the economy, support and regulate public-private partnerships (PPP), achieve growth in non-oil commodity exports and reinforce the country's position as a global investments hub. (Source: Trade Arabia)
- Bahrain opened the new 350,000 barrels per day (bpd) AB-4 pipeline between Bahrain and KSA, which will replace the existing 230,000 bpd link. (Source: Trade Arabia)
- The UAE Ministry of Finance and the Abu Dhabi Department of Finance signed an agreement for the financing of Stage Two of the Etihad Rail national rail network. (Source: Trade Arabia)
- According to Bahrain's Information & eGovernment Authority (iGA), the country's value of imports rose 17.3% Y/Y to BHD 515mn (USD 1.4bn) in October 2018 compared to BHD 439mn (USD 1.2bn) a year earlier. (Source: Trade Arabia)
- The UAE's Ministry of Climate Change and Environment (MOCCAE) inked an agreement with Dubai World Central (DWC), also known as Dubai South, to scale up the aquaculture industry in the UAE by establishing a fish farm. (Source: Zawya)
- Oman Oil Company (OOC)'s wholly owned subsidiary, Oxea, is set to make significant investments in a major petrochemicals complex planned downstream of the Duqm Refinery project in the country. (Source: Trade Arabia)
- Dubai-based Emaar Properties (EMAAR UH) announced its wholly owned hospitality and leisure business subsidiary, Emaar Hospitality Group, signed definitive documentation with Abu Dhabi National Hotels (ADNH) to divest its entire economic interest in a portfolio of five hotels in Dubai. (Source: Zawya)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended November 23 (prior: 4.9mn barrels) will be announced today. (Source: Econoday)
- Change in the US GDP for 3Q18 (prior: 3.5% Q/Q; consensus: 3.5%) will be announced today. (Source: Econoday)
- US jobless claims for the week ended November 24 (prior: 224K; consensus: 218K) will be announced tomorrow. (Source: Econoday)



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